

KZN281 Mfolozi - Table A1 Budget Summary

Description	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousands										
Financial Performance										
Property rates	7.502	13.484	26.578	26.114	26.114	26.114	26.114	26.635	27.168	27.712
Service charges	343	476	508	697	670	670	670	703	738	774
Investment revenue	1.687	416	1.155	750	1.200	1.200	1.200	1.260	1.285	1.414
Transfers recognised - operational	120.365	130.769	142.086	152.156	151.406	151.406	151.406	162.717	170.413	182.174
Other own revenue	16.381	7.399	3.426	2.360	1.983	1.983	1.983	2.056	2.098	2.318
Total Revenue (excluding capital transfers and contributions)	146.278	152.545	173.753	182.077	181.373	181.373	181.373	193.371	201.702	214.391
Employee costs	39.373	47.639	56.219	63.778	62.312	62.312	62.312	67.565	70.611	73.652
Remuneration of councillors	8.861	10.491	10.842	11.190	11.190	11.190	11.190	11.438	12.016	12.626
Depreciation & asset impairment	8.211	15.778	9.339	8.421	8.421	8.421	8.421	11.066	11.631	12.213
Finance charges	1.119	1.610	1.176	600	760	760	760	710	746	783
Materials and bulk purchases	-	-	-	1.352	1.397	1.397	1.397	1.842	1.893	1.875
Transfers and grants	-	1.532	562	770	730	730	730	1.001	1.006	1.011
Other expenditure	87.438	82.305	80.995	90.548	91.365	91.365	91.365	92.821	96.344	103.402
Total Expenditure	145.003	159.354	159.132	176.660	176.176	176.176	176.176	186.445	194.247	205.563
Surplus/(Deficit)	1.275	(6.810)	14.620	5.418	5.198	5.198	5.198	6.926	7.455	8.828
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	24.049	26.564	25.761	24.913	31.126	31.126	31.126	37.117	26.644	28.016
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	-	1.128	32.897	-	-	-	-	8.787	-	-
Surplus/(Deficit) after capital transfers & contributions	25.324	20.882	73.278	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	25.324	20.882	73.278	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Capital expenditure & funds sources										
Capital expenditure	55.588	31.678	68.319	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Transfers recognised - capital	26.774	29.336	66.143	24.913	31.126	31.126	31.126	45.904	26.644	28.016
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	28.813	2.342	2.176	5.418	5.198	5.198	5.198	6.926	7.455	8.828
Total sources of capital funds	55.588	31.678	68.319	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Financial position										
Total current assets	12.906	12.785	21.567	14.405	14.023	14.023	14.023	23.805	22.709	28.317
Total non current assets	230.152	247.511	304.940	362.018	332.842	332.842	332.842	374.607	397.075	421.707
Total current liabilities	43.484	40.349	37.560	9.150	9.965	9.965	9.965	19.957	19.403	25.830
Total non current liabilities	11.564	9.060	6.907	5.255	4.058	4.058	4.058	3.855	2.656	1.837
Community wealth/Equity	188.010	210.887	282.040	362.018	332.842	332.842	332.842	374.601	397.724	422.356
Cash flows										
Net cash from (used) operating	37.855	32.487	72.296	31.636	40.040	40.040	40.040	56.813	39.787	43.526
Net cash from (used) investing	(41.754)	(29.999)	(64.380)	(30.330)	(36.323)	(36.323)	(36.323)	(52.831)	(34.099)	(36.844)
Net cash from (used) financing	5.302	(3.673)	(3.124)	(622)	(622)	(622)	(622)	(1.223)	(1.223)	(1.223)
Cash/cash equivalents at the year end	1.614	428	5.221	5.265	8.316	8.316	8.316	11.075	15.540	20.999
Cash backing/surplus reconciliation										
Cash and investments available	1.614	428	5.221	5.265	8.316	8.316	8.316	11.075	15.540	20.999
Application of cash and investments	40.512	34.077	6.637	3.012	4.245	4.245	4.245	9.291	12.862	19.168
Balance - surplus (shortfall)	(38.898)	(33.648)	(1.415)	2.253	4.071	4.071	4.071	1.785	2.678	1.831
Asset management										
Asset register summary (WDV)	230.152	247.511	304.940	362.018	332.842	332.842	332.842	374.607	397.075	421.706
Depreciation	8.211	15.778	9.339	8.421	8.421	8.421	8.421	11.066	11.631	12.213
Renewal and Upgrading of Existing Assets	-	-	-	-	-	-	-	-	-	-
Repairs and Maintenance	3.821	5.831	3.609	8.317	7.761	7.761	7.761	9.497	9.972	10.470
Free services										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	4.392	7.279	6.404	9.017	9.017	9.017	4.826	4.826	7.972	8.132
Households below minimum service level										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	2	2	2	2	2	2	2
Refuse:	-	-	-	-	-	-	-	-	-	-

Table A2: Budgeted Financial Performance – Standard Classification

The draft annual budget amounts to R239 million while the capital expenditure amounts to R52.8 million for 2020/2021 financial year.

KZN281 Mfolozi - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1									
Revenue - Functional										
<i>Governance and administration</i>		132.428	129.182	181.405	161.396	161.734	161.734	173.298	183.789	194.213
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		132.428	129.182	181.405	161.396	161.734	161.734	173.298	183.789	194.213
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1.070	4.139	10.522	3.977	3.227	3.227	12.135	3.487	3.637
Community and social services		1.070	1.367	3.537	3.527	2.777	2.777	2.898	3.037	3.187
Sport and recreation		-	2.772	6.985	450	450	450	9.237	450	450
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		25.455	32.498	27.863	26.749	32.697	32.697	39.352	28.332	29.783
Planning and development		-	-	-	1.311	1.311	1.311	1.954	1.402	1.475
Road transport		25.455	32.498	27.863	25.438	31.386	31.386	37.398	26.930	28.309
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		11.374	14.418	12.620	14.868	14.841	14.841	14.491	12.738	14.774
Energy sources		9.725	13.000	11.000	12.000	12.000	12.000	12.000	12.000	14.000
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		1.649	1.418	1.620	2.868	2.841	2.841	2.491	738	774
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	170.327	180.237	232.410	206.990	212.499	212.499	239.275	228.346	242.407
Expenditure - Functional										
<i>Governance and administration</i>		145.003	159.354	159.132	108.901	113.662	113.662	117.328	124.181	131.476
Executive and council		8.861	10.491	10.842	35.754	39.107	39.107	36.081	37.807	39.659
Finance and administration		136.142	148.864	148.291	73.146	74.555	74.555	81.246	86.374	91.817
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	-	-	28.579	28.192	28.192	33.091	36.013	36.932
Community and social services		-	-	-	13.265	13.087	13.087	13.154	14.163	14.936
Sport and recreation		-	-	-	1	1	1	342	342	413
Public safety		-	-	-	15.314	15.104	15.104	18.385	20.211	20.218
Housing		-	-	-	-	-	-	1.210	1.297	1.364
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	28.363	24.871	24.871	26.764	26.161	28.923
Planning and development		-	-	-	25.904	23.043	23.043	21.663	20.771	23.266
Road transport		-	-	-	2.420	1.795	1.795	5.036	5.324	5.591
Environmental protection		-	-	-	40	33	33	65	65	66
<i>Trading services</i>		-	-	-	10.802	9.435	9.435	9.232	7.872	8.192
Energy sources		-	-	-	1.550	3.242	3.242	1.300	1.365	1.433
Water management		-	-	-	50	20	20	47	38	32
Waste water management		-	-	-	340	590	590	950	998	1.047
Waste management		-	-	-	8.862	5.583	5.583	6.935	5.472	5.680
<i>Other</i>	4	-	-	-	15	16	16	30	20	40
Total Expenditure - Functional	3	145.003	159.354	159.132	176.660	176.176	176.176	186.445	194.247	205.563
Surplus/(Deficit) for the year		25.324	20.882	73.278	30.330	36.323	36.323	52.831	34.099	36.844

Table A3: Budgeted Financial Performance (Revenue and Expenditure by municipal vote)

The draft annual budget amounts to R239 million, Capital Expenditure amounts to R52.8 million while operating expenditure amounts to R186 million.

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

KEN201/INF002 - Table A3 Budgeted Financial Performance (Revenue and expenditure by municipal vote)										
Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue by Vote										
Vote 1 - EXECUTIVE AND COUNCIL	1	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		170.327	180.237	232.410	162.078	162.384	162.384	173.981	184.505	194.965
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY SERVICES		-	-	-	4.067	3.057	3.057	3.199	3.344	3.501
Vote 5 - TECHNICAL SERVICES		-	-	-	40.845	47.058	47.058	62.096	40.496	43.941
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	170.327	180.237	232.410	206.990	212.499	212.499	239.275	228.346	242.407
Expenditure by Vote to be appropriated										
Vote 1 - EXECUTIVE AND COUNCIL	1	8.861	10.491	10.842	43.602	47.139	47.139	46.028	47.259	49.745
Vote 2 - FINANCIAL SERVICES		136.142	148.864	148.291	33.283	32.547	32.547	37.221	39.742	41.636
Vote 3 - CORPORATE SERVICES		-	-	-	32.263	33.184	33.184	31.607	33.430	36.077
Vote 4 - COMMUNITY SERVICES		-	-	-	33.652	31.290	31.290	38.671	41.507	42.499
Vote 5 - TECHNICAL SERVICES		-	-	-	33.859	32.016	32.016	32.917	32.310	35.605
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	145.003	159.354	159.132	176.660	176.176	176.176	186.445	194.247	205.563
Surplus/(Deficit) for the year	2	25.324	20.882	73.278	30.330	36.323	36.323	52.831	34.099	36.844

Table A4: Budgeted Financial Performance (Revenue and Expenditure)

The municipality revenue has been estimated to be R239 million while the equitable share is projected to be R140.6 million, Expanded Public Works Programme grant is R1.7 million, Finance Management Grant R1, 9 million, Integrated National Electrification Programme grant is R12 million, Municipal Infrastructure Grant R39 million, Community Services Library is R1 million and Provincialisation of Libraries is R1,8 million for the financial year 2020/21.

Property Rates is budgeted at R26.6 million and Revenue from refuse removal is R703k.. Tariffs have been increased by different percentages across all consumer groups. The increase also affects the refuse charges and interest on arrears. It is important to note that revenue from property rates is still experiencing poor collection but it should be taken into consideration that negotiation with rates payers to ensure that the services are paid on time.

Rental income is received for government departments that are occupying office spaces in the new Thusong Centre, hall hire charges and other employees that rent municipal properties. The municipality expect to receive additional rent from other government departments that will be occupying Thusong Centre which is now completed.

Interest earned is the estimated interest to be received on short term investments of excess funds. Since the Municipality has opened a liquidity plus account, surplus funds are kept on this account to earn interest. Licences have been budgeted at 280k due to less demand of learners licences and also testing station is not yet operational.

Fines have been budgeted at 132k as there is less fines issued as a result of change in operations of traffic officers who have been deployed at Teza weigh bridge,

Other revenue consists of tender monies, SDL refunds, clearance certificates and dumping charges.

Operating expenditure by type

Total operating expenditure has been estimated to R186 million. The budgeted allocation for employee related costs for the 2020/21 financial year totals R67.5 million, which equals 36 per cent of the total Operating expenditure. Expenditure against overtime is only provided for emergency services and other critical functions. An increment of 6.25% has been budgeted for employee cost and also notch progressions have been taken into account. There are other positions that are currently under evaluation and there is possible increase in those respect posts. The budget also includes the estimated increase on those positions.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The estimated budget also includes an estimate of 6% from the current budget.

The municipality is currently engaging with rates payers and a revenue collecting strategy is being developed and as a result a debt impairment provision has been reduced compared to previous year's audited figures. A provision of interest amounting R710k has been made since the municipality has a loan with Absa Bank for Construction of Thusong Centre as well as finance lease for the grader.

An amount of R11million has been estimated for depreciation to accommodate other Projects that currently work in progress and will be completed.

Contracted services includes valuations costs, cleaning services, security services, Sanitation costs, IT advisory, Mscoa related costs, Document management systems, Marketing and branding of the municipality, Waste collection, Performance Management System and other costs for functions, events and awareness. Contracted services also include Electrification programmes funded by Integrated National Electrification Programme Grant. The costs for Security and Cleaning services has been increased due to scope being extended to other municipal buildings such as Thusong Centre,, Fire Station and Waste Transfer Station.

KZN281 Mfolozi - Table A4 Budgeted Financial Performance (revenue and expenditure)

KEN201 Mf0021 - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1										
Revenue By Source											
Property rates	2	7.502	13.484	26.578	26.114	26.114	26.114	26.114	26.635	27.168	27.712
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	343	476	508	697	670	670	670	703	738	774
Rental of facilities and equipment		194	163	123	700	600	600	600	612	624	674
Interest earned - external investments		1.687	416	1.155	750	1.200	1.200	1.200	1.260	1.285	1.414
Interest earned - outstanding debtors		-	707	567	440	740	740	740	755	770	785
Dividends received						-	-	-			
Fines, penalties and forfeits		1.042	5.416	1.752	500	130	130	130	133	135	295
Licences and permits		364	518	350	525	260	260	260	281	286	292
Agency services						-	-	-			
Transfers and subsidies		120.365	130.769	142.086	152.156	151.406	151.406	151.406	162.717	170.413	182.174
Other revenue	2	14.780	379	633	195	253	253	253	276	282	271
Gains			216								
Total Revenue (excluding capital transfers and contributions)		146.278	152.545	173.753	182.077	181.373	181.373	181.373	193.371	201.702	214.391
Expenditure By Type											
Employee related costs	2	39.373	47.639	56.219	63.778	62.312	62.312	62.312	67.565	70.611	73.652
Remuneration of councillors		8.861	10.491	10.842	11.190	11.190	11.190	11.190	11.438	12.016	12.626
Debt impairment	3	6.807	6.456	3.409	2.025	1.022	1.022	1.022	1.074	1.698	1.787
Depreciation & asset impairment	2	8.211	15.778	9.339	8.421	8.421	8.421	8.421	11.066	11.631	12.213
Finance charges		1.119	1.610	1.176	600	760	760	760	710	746	783
Bulk purchases	2	-	-	-	-	-	-	-	-	-	-
Other materials	8				1.352	1.397	1.397	1.397	1.842	1.893	1.875
Contracted services		47.538	44.698	40.477	54.213	52.897	52.897	52.897	54.987	56.233	61.540
Transfers and subsidies		-	1.532	562	770	730	730	730	1.001	1.006	1.011
Other expenditure	4, 5	33.093	31.151	36.509	34.311	37.445	37.445	37.445	36.761	38.414	40.075
Losses				600							
Total Expenditure		145.003	159.354	159.132	176.660	176.176	176.176	176.176	186.445	194.247	205.563
Surplus/(Deficit)											
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		1.275	(6.810)	14.620	5.418	5.198	5.198	5.198	6.926	7.455	8.828
		24.049	26.564	25.761	24.913	31.126	31.126	31.126	37.117	26.644	28.016
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	6	-	1.128	32.897					8.787		
Transfers and subsidies - capital (in-kind - all)											
Surplus/(Deficit) after capital transfers & contributions		25.324	20.882	73.278	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Taxation											
Surplus/(Deficit) after taxation		25.324	20.882	73.278	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		25.324	20.882	73.278	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		25.324	20.882	73.278	30.330	36.323	36.323	36.323	52.831	34.099	36.844

Table A5: Budgeted Capital Expenditure Budget by vote, standard classification and funding

The Capital Expenditure is estimated at R52.8 million for 2020/21 financial year. The capital projects includes

Roads, Sport complexes and creches for the community. Other capital expenditure includes projects that are funded by internally generated funds and will be used for administration purposes, i.e Motor vehicles, Computers, Software, Furniture and Equipment.

Vote Description R thousand	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	-	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 4 - COMMUNITY SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	-	-	-	-	-	-	-
Single-year expenditure to be appropriated	2										
Vote 1 - EXECUTIVE AND COUNCIL		-	-	-	70	-	-	-	-	-	-
Vote 2 - FINANCIAL SERVICES		14.930	3.866	7.396	60	260	260	260	625	125	115
Vote 3 - CORPORATE SERVICES		-	-	-	4.168	965	965	965	3.700	6.030	7.351
Vote 4 - COMMUNITY SERVICES		-	-	532	700	875	875	875	1.251	1.301	1.362
Vote 5 - TECHNICAL SERVICES		40.657	27.812	60.391	25.333	34.223	34.223	34.223	47.254	26.644	28.016
Vote 6 - [NAME OF VOTE 6]		-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]		-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		55.588	31.678	68.319	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Total Capital Expenditure - Vote		55.588	31.678	68.319	30.330	36.323	36.323	36.323	52.831	34.099	36.844

Capital Expenditure - Functional												
Governance and administration		14.930	3.866	7.396	4.348	4.142	4.142	4.142	4.325	6.155	7.466	
Executive and council					70	–	–	–				
Finance and administration		14.930	3.866	7.396	4.278	4.142	4.142	4.142	4.325	6.155	7.466	
Internal audit												
Community and public safety		–	–	532	6.562	9.456	9.456	9.456	9.948	839	877	
Community and social services				532	1.903	1.646	1.646	1.646	1.077	755	793	
Sport and recreation					4.563	7.563	7.563	7.563	8.787	–	–	
Public safety					97	247	247	247	84	84	84	
Housing												
Health												
Economic and environmental services		40.657	27.812	60.391	19.220	22.450	22.450	22.450	38.117	26.644	28.016	
Planning and development					370	1.994	1.994	1.994				
Road transport		40.657	27.812	60.391	18.850	20.456	20.456	20.456	38.117	26.644	28.016	
Environmental protection												
Trading services		–	–	–	200	275	275	275	440	462	485	
Energy sources						–	–	–				
Water management						–	–	–				
Waste water management						–	–	–				
Waste management					200	275	275	275	440	462	485	
Other												
Total Capital Expenditure - Functional		3	55.588	31.678	68.319	30.330	36.323	36.323	36.323	52.831	34.099	36.844
Funded by:												
National Government			24.049	26.564	25.761	24.913	24.913	24.913	24.913	37.117	26.644	28.016
Provincial Government			2.725	2.772	6.985		6.213	6.213	6.213	8.787	–	–
District Municipality							–	–	–			
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)					33.397	–	–	–				
Transfers recognised - capital		4	26.774	29.336	66.143	24.913	31.126	31.126	31.126	45.904	26.644	28.016
Borrowing		6					–	–	–			
Internally generated funds			28.813	2.342	2.176	5.418	5.198	5.198	5.198	6.926	7.455	8.828
Total Capital Funding		7	55.588	31.678	68.319	30.330	36.323	36.323	36.323	52.831	34.099	36.844

Table A6: Budgeted Financial Position

- The total current assets budgeted for amounts to R23.8 million. The current asset is broken down to Cash, Call investment and Other Debtors.
- Property Plant and Equipment was also anticipated at R374.6 million taking into consideration the additional capital for budget year.
- Total liabilities included estimated trade payables of 18.7million. The municipality anticipates to reduce its creditors by at least 50% compared to previous year's audited financial statements. Other liabilities includes the loan that municipality has with Absa and financial leases.

KZN281 Mfolozi - Table A6 Budgeted Financial Position

GENERAL INFORMATION - Table A5 Budgeted Financial Position											
Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand											
ASSETS											
Current assets											
Cash		1.614	428	5.221	5.265	8.316	8.316	8.316	11.075	15.540	20.999
Call investment deposits	1										
Consumer debtors	1	5.338	5.558	10.567	9.140	5.707	5.707	5.707	12.730	7.169	7.318
Other debtors		5.953	6.798	5.779							
Current portion of long-term receivables											
Inventory	2										
Total current assets		12.906	12.785	21.567	14.405	14.023	14.023	14.023	23.805	22.709	28.317
Non current assets											
Long-term receivables											
Investments											
Investment property											
Investment in Associate											
Property, plant and equipment	3	229.201	246.749	302.468	359.918	330.220	330.220	330.220	372.113	394.784	419.793
Biological											
Intangible		950	762	2.472	2.100	2.622	2.622	2.622	2.494	2.290	1.913
Other non-current assets											
Total non current assets		230.152	247.511	304.940	362.018	332.842	332.842	332.842	374.607	397.075	421.707
TOTAL ASSETS		243.057	260.296	326.507	376.423	346.865	346.865	346.865	398.412	419.784	450.024
LIABILITIES											
Current liabilities											
Bank overdraft	1										
Borrowing	4	1.224	2.916	2.553	–	1.223	1.223	1.223	1.223	1.223	1.223
Consumer deposits											
Trade and other payables	4	42.260	37.433	35.008	9.150	8.742	8.742	8.742	18.734	18.180	24.607
Provisions											
Total current liabilities		43.484	40.349	37.560	9.150	9.965	9.965	9.965	19.957	19.403	25.830
Non current liabilities											
Borrowing		11.564	9.060	6.907	5.255	4.058	4.058	4.058	3.855	2.656	1.837
Provisions		–	–	–	–	–	–	–	–	–	–
Total non current liabilities		11.564	9.060	6.907	5.255	4.058	4.058	4.058	3.855	2.656	1.837
TOTAL LIABILITIES		55.048	49.409	44.467	14.405	14.023	14.023	14.023	23.811	22.059	27.667
NET ASSETS	5	188.010	210.887	282.040	362.018	332.842	332.842	332.842	374.601	397.724	422.356
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		188.010	210.887	282.040	362.018	332.842	332.842	332.842	374.601	397.724	422.356
Reserves	4	–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	5	188.010	210.887	282.040	362.018	332.842	332.842	332.842	374.601	397.724	422.356

Table A7: Budgeted Cash Flows

- Property rates, service charges and interest on outstanding debtors, the Council is anticipating to collect at least 75% of its rates and taxes.
- Government grants is anticipated to an amount R208 million.
- Interest received on investments is budgeted at R1.2million.
- Transfer and grants of R610k are for councillor's discretion as well as poverty relief/social relief in respects of disasters.
- A capital asset is the amount budgeted for capital expenditure of R52.8 million.
- Repayment of the loan borrowed for an amount of R7 million as well repayments on finance lease of the municipal grader.

KZN281 Mfolozi - Table A7 Budgeted Cash Flows

RENZUI INFO2 - Table A7 Budgeted Cash Flows

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		3.473	5.270	52.739	16.974	20.891	20.891	20.891	19.977	20.376	20.784
Service charges					697	536	536	536	527	553	581
Other revenue		278	473	218	1.920	1.243	1.243	1.243	1.302	1.328	1.532
Transfers and Subsidies - Operational	1	120.845	132.396	139.962	152.156	151.406	151.406	151.406	162.717	170.413	182.174
Transfers and Subsidies - Capital	1	24.049	26.564	25.761	24.913	31.126	31.126	31.126	45.904	26.644	28.016
Interest		1.687	1.123	1.155	1.190	1.570	1.570	1.570	1.826	1.863	2.003
Dividends						-	-	-	-	-	-
Payments											
Suppliers and employees		(112.478)	(131.729)	(146.363)	(164.844)	(165.242)	(165.242)	(165.242)	(173.728)	(179.639)	(189.769)
Finance charges		-	(1.610)	(1.176)	(600)	(760)	(760)	(760)	(710)	(746)	(783)
Transfers and Grants	1	-			(770)	(730)	(730)	(730)	(1.001)	(1.006)	(1.011)
NET CASH FROM/(USED) OPERATING ACTIVITIES		37.855	32.487	72.296	31.636	40.040	40.040	40.040	56.813	39.787	43.526
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE									-	-	-
Decrease (increase) in non-current receivables									-	-	-
Decrease (increase) in non-current investments									-	-	-
Payments											
Capital assets		(41.754)	(29.999)	(64.380)	(30.330)	(36.323)	(36.323)	(36.323)	(52.831)	(34.099)	(36.844)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(41.754)	(29.999)	(64.380)	(30.330)	(36.323)	(36.323)	(36.323)	(52.831)	(34.099)	(36.844)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans									-	-	-
Borrowing long term/refinancing									-	-	-
Increase (decrease) in consumer deposits									-	-	-
Payments											
Repayment of borrowing		5.302	(3.673)	(3.124)	(622)	(622)	(622)	(622)	(1.223)	(1.223)	(1.223)
NET CASH FROM/(USED) FINANCING ACTIVITIES		5.302	(3.673)	(3.124)	(622)	(622)	(622)	(622)	(1.223)	(1.223)	(1.223)
NET INCREASE/ (DECREASE) IN CASH HELD		1.403	(1.185)	4.793	684	3.095	3.095	3.095	2.760	4.465	5.459
Cash/cash equivalents at the year begin:	2	211	1.614	428	4.581	5.221	5.221	5.221	8.316	11.075	15.540
Cash/cash equivalents at the year end:	2	1.614	428	5.221	5.265	8.316	8.316	8.316	11.075	15.540	20.999

Table A8: Cash backed reserves/ Accumulated surplus reconciliation

KZN281 Mfolozi - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand											
Cash and investments available											
Cash/cash equivalents at the year end	1	1.614	428	5.221	5.265	8.316	8.316	8.316	11.075	15.540	20.999
Other current investments > 90 days		-	-	(0)	0	0	0	0	-	-	-
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-
Cash and investments available:		1.614	428	5.221	5.265	8.316	8.316	8.316	11.075	15.540	20.999
Application of cash and investments											
Unspent conditional transfers		6.044	5.223	3.100	2.285	2.285	2.285	2.285	769	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	34.467	28.854	3.537	727	1.960	1.960	1.960	8.521	12.862	19.168
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		40.512	34.077	6.637	3.012	4.245	4.245	4.245	9.291	12.862	19.168
Surplus(shortfall)		(38.898)	(33.648)	(1.415)	2.253	4.071	4.071	4.071	1.785	2.678	1.831

Table A9: Asset Management

- The asset management has clear indicating the asset management per asset class as per the mSCOA requirements
- The depreciation has also been split as per the assets class.
- The repairs and maintenance has also been split as per each class of the asset.

KZN281 Mfolozi - Table A9 Asset Management

REN201 INFO102 - Table A9 Asset management

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
CAPITAL EXPENDITURE										
Total New Assets	1	55.588	31.678	68.319	30.330	36.323	36.323	52.831	34.099	36.844
Roads Infrastructure		3.836	–	435	18.850	22.270	22.270	38.117	26.644	28.016
Storm water Infrastructure		–	–	–	–	–	–	–	–	–
Electrical Infrastructure		–	–	–	–	–	–	–	–	–
Water Supply Infrastructure		–	–	–	–	–	–	–	–	–
Sanitation Infrastructure		–	–	–	–	–	–	–	–	–
Solid Waste Infrastructure		–	–	–	–	–	–	–	–	–
Rail Infrastructure		–	–	–	–	–	–	–	–	–
Coastal Infrastructure		–	–	–	–	–	–	–	–	–
Information and Communication Infrastructure		–	–	1.875	–	–	–	–	550	578
Infrastructure		3.836	–	2.309	18.850	22.270	22.270	38.117	27.194	28.594
Community Facilities		48.537	27.812	58.405	1.500	1.293	1.293	350	–	–
Sport and Recreation Facilities		–	–	–	4.563	7.563	7.563	8.787	–	–
Community Assets		48.537	27.812	58.405	6.063	8.856	8.856	9.137	–	–
Heritage Assets		–	–	–	–	–	–	–	–	–
Revenue Generating		–	–	–	–	–	–	–	–	–
Non-revenue Generating		–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Operational Buildings		95	–	–	70	2.970	2.970	–	–	–
Housing		–	–	–	–	–	–	–	–	–
Other Assets		95	–	–	70	2.970	2.970	–	–	–
Biological or Cultivated Assets		–	–	–	–	–	–	–	–	–
Servitudes		–	–	–	–	–	–	–	–	–
Licences and Rights		1.096	112	2.045	450	150	150	500	525	551
Intangible Assets		1.096	112	2.045	450	150	150	500	525	551
Computer Equipment		688	402	2.039	475	645	645	790	834	880
Furniture and Office Equipment		847	447	1.345	1.093	747	747	762	1.300	1.365
Machinery and Equipment		325	751	92	680	686	686	524	546	569
Transport Assets		162	2.153	2.083	2.650	–	–	3.000	3.700	4.885
Land		–	–	–	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–

Total Renewal of Existing Assets	2	-	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-	-
Storm water infrastructure	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Upgrading of Existing Assets	6	-	-	-	-	-	-	-	-	-
Roads Infrastructure	-	-	-	-	-	-	-	-	-	-
Storm water infrastructure	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-
Community Facilities	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities	-	-	-	-	-	-	-	-	-	-
Community Assets	-	-	-	-	-	-	-	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	4	55,588	31,678	68,319	30,330	36,323	36,323	52,831	34,099	36,844
Roads Infrastructure	3,836	-	435	18,850	22,270	22,270	38,117	26,644	28,016	-
Storm water infrastructure	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure	-	-	1,875	-	-	-	-	550	578	-
Infrastructure	3,836	-	2,309	18,850	22,270	22,270	38,117	27,194	28,594	-
Community Facilities	48,537	27,812	58,405	1,500	1,293	1,293	350	-	-	-
Sport and Recreation Facilities	-	-	-	4,563	7,563	7,563	8,787	-	-	-
Community Assets	48,537	27,812	58,405	6,063	8,856	8,856	9,137	-	-	-
Heritage Assets	-	-	-	-	-	-	-	-	-	-
Revenue Generating	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Operational Buildings	95	-	-	70	2,970	2,970	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-
Other Assets	95	-	-	70	2,970	2,970	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-	-
Licences and Rights	1,096	112	2,045	450	150	150	500	525	551	-
Intangible Assets	1,096	112	2,045	450	150	150	500	525	551	-
Computer Equipment	868	402	2,039	475	645	645	790	834	880	-
Furniture and Office Equipment	847	447	1,345	1,093	747	747	762	1,300	1,365	-
Machinery and Equipment	325	751	82	680	686	686	524	546	569	-
Transport Assets	162	2,153	2,083	2,650	-	-	3,000	3,700	4,885	-
Land	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class		55,588	31,678	68,319	30,330	36,323	36,323	52,831	34,099	36,844

ASSET REGISTER SUMMARY - PPE (WDV)	5	230.152	247.511	304.940	362.018	332.842	332.842	374.607	397.075	421.706
Roads Infrastructure		60.010	73.788	75.908	90.447	95.774	95.774	130.820	154.392	179.336
Storm water Infrastructure		94	90	86	90	86	86	82	78	74
Electrical Infrastructure										
Water Supply Infrastructure		27	25	23	250	23	23	22	19	17
Sanitation Infrastructure										
Solid Waste Infrastructure										
Rail Infrastructure										
Coastal Infrastructure										
Information and Communication Infrastructure				1.906				1.709	2.061	2.442
Infrastructure		60.132	73.904	77.924	90.787	95.884	95.884	132.633	156.550	181.869
Community Assets		82.258	88.096	91.149	143.459	157.724	157.724	163.591	160.220	156.750
Heritage Assets										
Investment properties										
Other Assets		66.643	63.134	109.896	115.174	67.054	67.054	52.398	50.609	48.736
Biological or Cultivated Assets										
Intangible Assets		950	762	2.472	2.100	2.622	2.622	2.494	2.290	1.913
Computer Equipment		912	1.159	2.467	231	1.709	1.709	2.117	2.470	2.768
Furniture and Office Equipment		946	1.265	2.262	955	1.605	1.605	2.003	2.939	3.939
Machinery and Equipment		360	987	705	267	(13)	(13)	1.132	1.578	2.050
Transport Assets		7.546	7.800	7.661	9.047	6.257	6.257	7.835	10.013	13.275
Land		10.405	10.405	10.405				10.405	10.405	10.405
Zoo's, Marine and Non-biological Animals										
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	230.152	247.511	304.940	362.018	332.842	332.842	374.607	397.075	421.706
EXPENDITURE OTHER ITEMS		12.032	21.609	12.948	16.738	16.182	16.182	20.563	21.603	22.683
Depreciation	7	8.211	15.778	9.339	8.421	8.421	8.421	11.066	11.631	12.213
Repairs and Maintenance by Asset Class	3	3.821	5.831	3.609	8.317	7.761	7.761	9.497	9.972	10.470
Roads Infrastructure			937		500	50	50	1.000	1.050	1.103
Storm water Infrastructure					500	200	200			
Electrical Infrastructure										
Water Supply Infrastructure										
Sanitation Infrastructure										
Solid Waste Infrastructure					450					
Rail Infrastructure										
Coastal Infrastructure										
Information and Communication Infrastructure										
Infrastructure			937		1.450	250	250	1.000	1.050	1.103
Community Facilities		3.821	3.648	1.993	4.643	4.840	4.840	4.657	4.890	5.134
Sport and Recreation Facilities										
Community Assets		3.821	3.648	1.993	4.643	4.840	4.840	4.657	4.890	5.134
Heritage Assets										
Revenue Generating										
Non-revenue Generating										
Investment properties										
Operational Buildings			195	208				400	420	441
Housing										
Other Assets			195	208				400	420	441
Biological or Cultivated Assets										
Servitudes										
Licences and Rights										
Intangible Assets										
Computer Equipment			22		150	150	150	150	158	165
Furniture and Office Equipment			28	66	250	102	102	200	210	221
Machinery and Equipment				216	674	1.124	1.124	350	368	386
Transport Assets			1.001	1.126	1.150	1.294	1.294	2.740	2.877	3.021
Land										
Zoo's, Marine and Non-biological Animals										
TOTAL EXPENDITURE OTHER ITEMS		12.032	21.609	12.948	16.738	16.182	16.182	20.563	21.603	22.683

PART 2 – SUPPORTING DOCUMENTATION

Section 5- Overview of Annual Budget Process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality Meeting under the chairpersonship of the MMC for Finance.

The primary aim of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices; that there is proper alignment between the policy and service delivery priorities set out in the Council IDP and the budget, considering the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

Section 6- Overview of alignment of Annual Budget with Integrated Development Plan

- A three (3) year capital budget has been prepared and built on the IDP document and was tabled in Council on the 25th of March 2020.
- This budget compiled in line with the Municipal Budgeting and Reporting Regulation (MBRR) notice no 31804 of 2009 provides comparative financial information over a systematic number of years. The extent of the indigent support granted by Council to indigent households in the municipal area will be determined based on budgetary allocation for a particular financial year and the tariff charges.
- The key focal point of the municipality is ensuring that its budget complies with the following three criteria:

Sustainability - to ensure that the municipality has sufficient revenue and adequate corporate and financial stability to fund and deliver on its budget.

Credibility - to ensure that the municipality, with its ability and capacity to spend, deliver in terms of its budget.

Governance - that the Municipality has appropriate capacity and stability to ensure the long term sustainability of service delivery.

Strategic Objective	Goal	Goal Code	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	
R thousand													
Property Rates				7.502	13.484	26.578	26.114	26.114	26.114	26.635	27.168	27.712	
Service Charges				343	476	508	697	670	670	703	738	774	
Rental Of Facilities				194	163	123	700	600	600	612	624	674	
Interest Received - Investment				1.687	416	1.155	750	1.200	1.200	1.260	1.285	1.414	
Interest Received -					707	567	440	740	740	755	770	785	
Outstanding Debtors													
Fines				1.042	5.416	1.752	500	130	130	133	135	295	
Licences and permits				364	518	350	525	260	260	281	286	292	
Transfers and Grants - Operational				120.365	130.769	142.086	150.845	150.095	150.095	162.717	170.413	182.174	
Transfers and Grants - Capital				24.049	26.564	25.761	26.224	32.437	32.437	45.904	26.644	28.016	
Clearance Certificate							6	5	5	9	9	7	
Skills Development Levy				77	88	73	100	140	140	151	154	157	
Tender Monies				157	29	61	89	100	100	108	110	98	
Building Plans				-	-	-	-	8	8	8	8	9	
Donations received					1.324	33.397							
Gain on disposal of assets				-	216	-							
Transfer revenue				13.834	-	-							
Other operational revenue				713	66	-							
Allocations to other priorities				2									
Total Revenue (excluding capital transfers and contributions)				1	170.327	180.237	232.410	206.990	212.499	212.499	239.275	228.346	242.407

KZN281 Mfolozi - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

Strategic Objective	Goal	Goal Code	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand												
Employee Costs				39.373	47.639	56.219	63.778	62.312	62.312	67.565	70.611	73.652
Remuneration of Councillors				8.861	10.491	10.842	11.190	11.190	11.190	11.438	12.016	12.626
Depreciation				8.211	8.114	9.339	8.421	1.022	1.022	11.066	11.631	12.213
Debt Impairment				6.807	6.456	3.409	2.025	8.421	8.421	1.074	1.698	1.787
Finance cost				1.119	1.610	1.176	600	760	760	710	746	783
Other materials				—			1.352	1.397	1.397	1.842	1.893	1.875
Contracted Services				47.538	44.698	40.477	54.213	52.897	52.897	54.987	56.233	61.540
Transfers and Subsidies				—	1.532	562	770	730	730	1.001	1.006	1.011
Operational costs				31.659	30.572	35.902	34.311	37.445	37.445	36.761	38.414	40.075
Impairment loss				702	7.664	—						
Lease rentals on operating leases				732	579	607						
Loss on disposal of assets						600						

Section 7- Measurable Performance Objectives and Indicators

The performance indicators will be included in the Municipal Services Delivery and Budget Implementation Plan (SDBIP) which will be submitted to National and Provincial Treasury.

Section 8- Overview of budget related policies

The municipality has various policies which relate to budgeting and financial management in the municipality. These Financial policies comply with the MFMA and its promulgated regulations. The following budget related policies are:

- Indigent Policy
- Subsistence and Travel Allowance Policy
- Investment and Cash Management Policy
- Property Rates Policy
- Supply Chain Management Policy
- Tariff Policy
- Virement Policy
- Anti-fraud Management
- Asset Management Policy
- Budget and Reserve Policy

Section 9- Overview of budget assumptions

Table A1 to A10 provides the draft annual budget tables while supporting tables from table SA1 to SA38 is the supporting tables. The following are the assumptions that were done when the budget was prepared.

- Property rates was not affected by the budget as the Council still assumes that it is reasonable to project the collection of 75% m on rates taking into account the tariff increase.
- Service Charges refuse, Council believes it is realistic to collect an amount of R527k hence taking into consideration the 5% tariff increase.
- Rental of Office building, Council believes it is still realistic to collect R612k considering Rental of Thusong Centre by other government departments.
- Interest on external short-term investments was estimated at R1.2million as it is assumed that the municipality will make short term investment during 2020/2021 financial year.
- Traffic Fines, it is estimated that fines that will be collected amounts to R133k is considered realistic.
- Licence and permit has been estimated at R281k considering that there has been reduction on learners licences demand and the testing station is not complete.
- Equitable share the municipality has been gazetted an amount of R140 million, Financial Management Grant an amount of R1.9 million has been gazetted. For Expanded Public Works Programme Grant has been gazetted an amount of R1.7 million and the Library grant has been

gazetted an amount of R2.8 million. The municipality will also receive R8.7million from Sport and Recreation, R450k for maintenance of sport facilities as well as R39million for Municipal Infrastructure Grant. The total of R208 million from Transfers and Subsidies included all the grants allocations mentioned above.

- Other income included Sale of tender documents, clearance certificates, Skills levy refunds and dumping fees.
- Employee related cost is budgeted at R67.5 million which includes vacant posts. The estimated increase amount to 6.25% taking into account the CPI and collective agreement.
- Remuneration of Councillors is currently budgeted at R11.4 million taking in to consideration the determination of upper limits for councillors dated December. An estimated increment of 6% has been taken into consideration.
- Depreciation is budgeted at R11 million taking in to consideration the methods of depreciation and projects that are work in progress and will be completed in the budget year.
- Contracted services budgeted at R54.9 million taking into consideration the inflation rate and extension of scope on other contracted services.
- Capital expenditure estimates allocation gazetted at R37.1 million for Municipal Infrastructure Grant excluding 5% top slice spent on operational costs and also include R8.7million from Sport and Recreation.

Section 10 - Overview of budget funding

- The funding from National and Provincial Grants.
- Municipal Own Revenue which included Property rates, Refuse, Licences, Fines, Rental of facilities, Interest on Investments and Tender Monies.

Section 11- Expenditure on allocations of grant programme

- The allocation of grants for equitable share is unconditional.
- The allocation received for Finance Management Grant is used as per the Financial Management grant Support Plan.
- The Municipal Infrastructure Grant is utilised as per the support plan submitted to Department of Co-operative Governance.
- Expanded Public Works Programme is also directly utilised as per the support plan submitted to Department of Public Works.
- Library Grant is also directly utilised as per the support plan submitted to Department of Art and Culture

KZN281 Mfolozi - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
EXPENDITURE:	1									
Operating expenditure of Transfers and Grants										
National Government:		113.125	124.760	130.849	148.179	148.179	148.179	158.277	166.926	178.537
Local Government Equitable Share		98.724	107.114	115.041	130.797	130.797	130.797	140.635	151.624	161.162
Integrated National Electrification Programme		9.725	13.000	11.000	12.000	12.000	12.000	12.000	12.000	14.000
Finance Management		1.825	1.900	1.900	1.900	1.900	1.900	1.900	1.900	1.900
EPWP Incentive		1.649	1.418	1.620	2.171	2.171	2.171	1.788	-	-
Municipal Systems Improvement						-	-			
						-	-			
Municipal Infrastructure Grant - 5% Top Slice		1.202	1.328	1.288	1.311	1.311	1.311	1.954	1.402	1.475
Provincial Government:		2.725	2.772	689	450	450	450	450	450	450
Sport and Recreation		2.725	2.772	89	450	450	450	450	450	450
Schemes Support Grant										
Housing										
Municipal Infrastructure Grant - 5% Top Slice				600						
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	1.290	1.367	3.527	2.777	2.777	3.990	3.037	3.187
Community Service Library and Provincialisat of Libraries			1.070	1.367	2.777	2.777	2.777	2.898	3.037	3.187
Thusong Centre/Other Grants			220	-	750			1.092		
Total operating expenditure of Transfers and Grants		115.851	128.823	132.905	152.156	151.406	151.406	162.717	170.413	182.174
Capital expenditure of Transfers and Grants										
National Government:		22.905	25.236	24.473	24.913	24.913	24.913	37.117	26.644	28.016
Municipal Infrastructure Grant (MIG)		22.847	25.236	24.473	24.913	24.913	24.913	37.117	26.644	28.016
Other capital transfers/grants [insert desc]		58	-							
Provincial Government:		4.368	3.198	4.500	-	6.213	6.213	8.787	-	-
Small Town Rehabilitation & Sport and Recreation		4.368	3.198	4.500		6.213	6.213	8.787	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
Community Service Libr										
Total capital expenditure of Transfers and Grants		27.273	28.434	28.973	24.913	31.126	31.126	45.904	26.644	28.016
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		143.123	157.257	161.878	177.069	182.532	182.532	208.621	197.057	210.190

Section 12- Allocations and grants made by the municipality

KZN281 Mfolozi - Supporting Table SA21 Transfers and grants made by the municipality

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand											
Cash Transfers to other municipalities											
<i>Insert description</i>	1										
Total Cash Transfers To Municipalities:		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Entities/Other External Mechanisms											
<i>Insert description</i>	2										
Total Cash Transfers To Entities/Ems'		-	-	-	-	-	-	-	-	-	-
Cash Transfers to other Organs of State											
<i>Insert description</i>	3										
Total Cash Transfers To Other Organs Of State:		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Organisations											
<i>Insert description</i>											
Total Cash Transfers To Organisations		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Groups of Individuals											
<i>Insert description</i>			1.532	562	610	610	610	610	610	615	620
Total Cash Transfers To Groups Of Individuals:		-	1.532	562	610	610	610	610	610	615	620
TOTAL CASH TRANSFERS AND GRANTS	6	-	1.532	562	610	610	610	610	610	615	620
Non-Cash Transfers to other municipalities											
<i>Insert description</i>	1										
Total Non-Cash Transfers To Municipalities:		-	-	-	-	-	-	-	-	-	-
Non-Cash Transfers to Entities/Other External Mechanisms											
<i>Insert description</i>	2										
Total Non-Cash Transfers To Entities/Ems'		-	-	-	-	-	-	-	-	-	-
Non-Cash Transfers to other Organs of State											
<i>Insert description</i>	3										
Total Non-Cash Transfers To Other Organs Of State:		-	-	-	-	-	-	-	-	-	-
Non-Cash Grants to Organisations											
<i>Insert description</i>	4										
Total Non-Cash Grants To Organisations		-	-	-	-	-	-	-	-	-	-
Groups of Individuals											
<i>Insert description</i>	5										
Disability - Poverty Relief					60	60	60	60			
Disaster - Poverty Relief/Social Relief					100	60	60	60	391	391	391
Total Non-Cash Grants To Groups Of Individuals:		-	-	-	160	120	120	120	391	391	391
TOTAL NON-CASH TRANSFERS AND GRANTS		-	-	-	160	120	120	120	391	391	391
TOTAL TRANSFERS AND GRANTS	6	-	1.532	562	770	730	730	730	1.001	1.006	1.011

Section 13- Councillor and board member allowances and employee benefits

KZN281 Mfolozi - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand		A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)	1									
Basic Salaries and Wages		6.808	7.740		8.187	8.187	8.187	8.419	8.908	9.424
Pension and UIF Contributions										
Medical Aid Contributions										
Motor Vehicle Allowance		1.105	1.286		1.519	1.519	1.519	1.535	1.624	1.718
Cellphone Allowance		749	1.346		1.465	1.465	1.465	1.465	1.465	1.485
Housing Allowances										
Other benefits and allowances		200	119		19	19	19	19	19	19
Sub Total - Councillors		8.861	10.481		11.190	11.190	11.190	11.438	12.016	12.626
% Increase	4		18.4%	(100.0%)				2.2%	5.0%	5.1%
Senior Managers of the Municipality	2									
Basic Salaries and Wages		3.244	3.421		3.351	3.351	3.351	3.185	3.380	3.395
Pension and UIF Contributions		181	187		9	9	9	9	9	9
Medical Aid Contributions					22	22	22			
Overtime										
Performance Bonus										
Motor Vehicle Allowance		1.270	1.172		1.012	1.012	1.012	1.148	1.204	1.439
Cellphone Allowance	3				96	96	96	82	82	82
Housing Allowances	3									
Other benefits and allowances	3	52			109	109	109	112	118	119
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Municipality		4.748	4.781		4.598	4.598	4.598	4.535	4.793	5.043
% Increase	4		0.7%	(100.0%)				(1.4%)	5.7%	5.2%
Other Municipal Staff										
Basic Salaries and Wages		22.308	27.354		39.194	37.728	37.728	39.379	40.862	43.193
Pension and UIF Contributions		2.910	3.677		5.011	5.011	5.011	5.673	6.290	6.546
Medical Aid Contributions		1.961	2.460		3.298	3.298	3.298	3.679	3.679	3.433
Overtime		1.212	1.906		1.270	1.270	1.270	2.010	2.010	2.140
Performance Bonus		1.256	1.790		2.220	2.220	2.220	2.693	2.902	3.115
Motor Vehicle Allowance	3	2.295	3.416		5.507	5.507	5.507	6.489	6.856	6.912
Cellphone Allowance	3	278	310		328	328	328	506	506	506
Housing Allowances	3	147	162		200	200	200	204	204	195
Other benefits and allowances	3	1.534	1.689		2.152	2.152	2.152	2.276	2.386	2.466
Payments in lieu of leave		725	90							
Long service awards										
Post-retirement benefit obligations	6							123	123	133
Sub Total - Other Municipal Staff		34.626	42.854		59.179	57.713	57.713	63.030	65.818	68.638
% Increase	4		23.8%	(100.0%)		(2.5%)		9.2%	4.4%	4.3%
Total Parent Municipality		48.235	58.125		74.968	73.502	73.502	79.004	82.627	86.308
			20.5%	(100.0%)		(2.0%)		7.5%	4.6%	4.5%
Board Members of Entities										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Board Fees										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Board Members of Entities										
% Increase	4									
Senior Managers of Entities										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Entities										
% Increase	4									
Other Staff of Entities										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cellphone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Other Staff of Entities										
% Increase	4									
Total Municipal Entities										
TOTAL SALARY, ALLOWANCES & BENEFITS		48.235	58.125		74.968	73.502	73.502	79.004	82.627	86.308
% Increase	4		20.5%	(100.0%)		(2.0%)		7.5%	4.6%	4.5%
TOTAL MANAGERS AND STAFF	5,7	39.373	47.635		63.778	62.312	62.312	67.565	70.611	73.682

Section 14 -Monthly targets for revenue, expenditure and cash flow

Budgeted monthly revenue and expenditure table SA25

KZN261 Mfolozi - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description		Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue By Source																	
Property rates			2 220	2 220	2 220	2 220	2 220	2 220	2 220	2 220	2 220	2 220	2 220	2 220	26 635	27 168	27 712
Service charges - electricity revenue															-	-	-
Service charges - water revenue															-	-	-
Service charges - sanitation revenue															-	-	-
Service charges - refuse revenue			59	59	59	59	59	59	59	59	59	59	59	59	703	738	774
Rental of facilities and equipment			51	51	51	51	51	51	51	51	51	51	51	51	612	624	674
Interest earned - external investments			105	105	105	105	105	105	105	105	105	105	105	105	1 280	1 285	1 414
Interest earned - outstanding debtors			63	63	63	63	63	63	63	63	63	63	63	63	756	770	785
Dividends received			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits			11	11	11	11	11	11	11	11	11	11	11	11	133	135	285
Licences and permits			23	23	23	23	23	23	23	23	23	23	23	23	281	286	292
Agency services			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies			13 560	13 560	13 560	13 560	13 560	13 560	13 560	13 560	13 560	13 560	13 560	13 560	162 717	170 413	182 174
Other revenue			23	23	23	23	23	23	23	23	23	23	23	23	276	282	271
Gains			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)			16 114	16 114	16 114	16 114	16 114	16 114	16 114	16 114	16 114	16 114	16 114	16 114	193 371	201 702	214 391
Expenditure By Type																	
Employee related costs			5 630	5 630	5 630	5 630	5 630	5 630	5 630	5 630	5 630	5 630	5 630	5 630	67 565	70 611	73 652
Remuneration of councillors			953	953	953	953	953	953	953	953	953	953	953	953	11 438	12 016	12 626
Debt impairment			89	89	89	89	89	89	89	89	89	89	89	89	1 074	1 698	1 787
Depreciation & asset impairment			922	922	922	922	922	922	922	922	922	922	922	922	11 066	11 631	12 213
Finance charges			59	59	59	59	59	59	59	59	59	59	59	59	710	746	783
Bulk purchases			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials			154	154	154	154	154	154	154	154	154	154	154	154	1 842	1 893	1 875
Contracted services			4 582	4 582	4 582	4 582	4 582	4 582	4 582	4 582	4 582	4 582	4 582	4 582	54 987	56 233	61 540
Transfers and subsidies			83	83	83	83	83	83	83	83	83	83	83	83	1 001	1 006	1 011
Other expenditure			3 063	3 063	3 063	3 063	3 063	3 063	3 063	3 063	3 063	3 063	3 063	3 063	36 761	38 414	40 075
Losses			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure			16 537	16 537	16 537	16 537	16 537	16 537	16 537	16 537	16 537	16 537	16 537	16 537	186 445	194 247	205 563
Surplus/(Deficit)																	
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			3 093	3 093	3 093	3 093	3 093	3 093	3 093	3 093	3 093	3 093	3 093	3 093	37 117	26 644	28 016
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)																	
Transfers and subsidies - capital (in-kind - all)														8 787	8 787	-	-
Surplus/(Deficit) after capital transfers & contributions			3 670	3 670	3 670	3 670	3 670	3 670	3 670	3 670	3 670	3 670	3 670	12 457	52 831	34 099	38 844
Taxation															-	-	-
Attributable to minorities															-	-	-
Share of surplus/ (deficit) of associate															-	-	-

Budgeted Monthly revenue and expenditure by Municipal Vote table SA26

KZN281 Mfolozi - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

R2020/21 Model - Supporting Table SA20 Budgeted monthly revenue and expenditure (municipal vote)																	
Description		Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
R thousand			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue by Vote																	
Vote 1 - EXECUTIVE AND COUNCIL														-	-	-	-
Vote 2 - FINANCIAL SERVICES			14.498	14.498	14.498	14.498	14.498	14.498	14.498	14.498	14.498	14.498	14.498	14.498	173.981	184.505	194.985
Vote 3 - CORPORATE SERVICES															-	-	-
Vote 4 - COMMUNITY SERVICES			267	267	267	267	267	267	267	267	267	267	267	267	3.199	3.344	3.501
Vote 5 - TECHNICAL SERVICES			5.175	5.175	5.175	5.175	5.175	5.175	5.175	5.175	5.175	5.175	5.175	5.175	62.096	40.496	43.941
Vote 6 - [NAME OF VOTE 6]															-	-	-
Vote 7 - [NAME OF VOTE 7]															-	-	-
Vote 8 - [NAME OF VOTE 8]															-	-	-
Vote 9 - [NAME OF VOTE 9]															-	-	-
Vote 10 - [NAME OF VOTE 10]															-	-	-
Vote 11 - [NAME OF VOTE 11]															-	-	-
Vote 12 - [NAME OF VOTE 12]															-	-	-
Vote 13 - [NAME OF VOTE 13]															-	-	-
Vote 14 - [NAME OF VOTE 14]															-	-	-
Vote 15 - [NAME OF VOTE 15]															-	-	-
Total Revenue by Vote			19.940	19.940	19.940	19.940	19.940	19.940	19.940	19.940	19.940	19.940	19.940	19.940	239.275	228.346	242.407
Expenditure by Vote to be appropriated																	
Vote 1 - EXECUTIVE AND COUNCIL			3.836	3.836	3.836	3.836	3.836	3.836	3.836	3.836	3.836	3.836	3.836	3.836	46.028	47.259	49.745
Vote 2 - FINANCIAL SERVICES			3.102	3.102	3.102	3.102	3.102	3.102	3.102	3.102	3.102	3.102	3.102	3.102	37.221	36.742	41.636
Vote 3 - CORPORATE SERVICES			2.634	2.634	2.634	2.634	2.634	2.634	2.634	2.634	2.634	2.634	2.634	2.634	31.607	33.430	36.077
Vote 4 - COMMUNITY SERVICES			3.223	3.223	3.223	3.223	3.223	3.223	3.223	3.223	3.223	3.223	3.223	3.223	38.671	41.507	42.489
Vote 5 - TECHNICAL SERVICES			2.743	2.743	2.743	2.743	2.743	2.743	2.743	2.743	2.743	2.743	2.743	2.743	32.917	32.310	35.606
Vote 6 - [NAME OF VOTE 6]															-	-	-
Vote 7 - [NAME OF VOTE 7]															-	-	-
Vote 8 - [NAME OF VOTE 8]															-	-	-
Vote 9 - [NAME OF VOTE 9]															-	-	-
Vote 10 - [NAME OF VOTE 10]															-	-	-
Vote 11 - [NAME OF VOTE 11]															-	-	-
Vote 12 - [NAME OF VOTE 12]															-	-	-
Vote 13 - [NAME OF VOTE 13]															-	-	-
Vote 14 - [NAME OF VOTE 14]															-	-	-
Vote 15 - [NAME OF VOTE 15]															-	-	-
Total Expenditure by Vote			15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	186.445	194.247	205.563
Surplus/(Deficit) before assoc.			4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	52.831	34.099	36.844
Taxation															-	-	-
Attributable to minorities															-	-	-
Share of surplus/ (deficit) of associate															-	-	-
Surplus/(Deficit)		1	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	52.831	34.099	36.844

Section 15 - Annual Budget and service delivery agreements and other external mechanisms

The list of external mechanisms which will be assisting with maintaining and ensuring that service delivery achieved at higher level.

KZN281 Mfolozi - Supporting Table SA32 List of external mechanisms

External mechanism Name of organisation	Yrs/ Mths	Period of agreement 1.	Service provided	Expiry date of service delivery agreement or contract	Monetary value of agreement 2.
		Number			R thousand
Mills Fichet	Yrs	3	VALUATION COSTS	Month to Month	
Nomandla Cleaning Services	Yrs	3	CLEANING SERVICE	Month to Month	
AS & T Protection Services	Yrs	3	SECURITY	30/04/2021	
Olix Consulting	Yrs	3	IT CONSULTING (SUPPORT & ADVISORY)	Month to Month	
Delta Blue	Yrs	3	PROFESSIONAL FEES (VAT)	Month to Month	
CCG Systems	Yrs	3	PROFESSIONAL FEES (SAGE & ASSETS)	Month to Month	
Umntho Consulting	Yrs	3	PROFESSIONAL FEES (CMS)	Month to Month	
Brand Partners	Yrs	3	PUBLICITY (CONSULTATION FEE)	Month to Month	
Protea Consulting	Yrs	3	PROFESSIONAL FEES (PMS)	Month to Month	
Umntho Consulting	Yrs	3	PROFESSIONAL FEES (INTERNAL AUDIT)	Month to Month	

Section 16 - Contracts having future budgetary implications

The Council does not have contracts with future budgetary implication

KZN281 Mfolozi - Supporting Table SA33 Contracts having future budgetary implications

Description	Ref	Preceding Years	Current Year 2019/20	2020/21 Medium Term Revenue & Expenditure Framework			Forecast 2023/24	Forecast 2024/25	Forecast 2025/26	Forecast 2026/27	Forecast 2027/28	Forecast 2028/29	Forecast 2029/30	Total Contract Value
		1,3	Total	Original Budget	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
R thousand														
Parent Municipality:														
Revenue Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Revenue Implication			-	-	-	-	-	-	-	-	-	-	-	-
Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Expenditure Implication			-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Capital Expenditure Implication			-	-	-	-	-	-	-	-	-	-	-	-
Total Parent Expenditure Implication			-	-	-	-	-	-	-	-	-	-	-	-
Entities:														
Revenue Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Revenue Implication			-	-	-	-	-	-	-	-	-	-	-	-
Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Expenditure Implication			-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Capital Expenditure Implication			-	-	-	-	-	-	-	-	-	-	-	-
Total Entity Expenditure Implication			-	-	-	-	-	-	-	-	-	-	-	-

Section 17 - Capital Expenditure Details

Budgeted Monthly Capital Expenditure by functional classification

KZN281 Mfolozi - Supporting Table SA29 Budgeted monthly capital expenditure (functional classification)

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Capital Expenditure - Functional	1															
<i>Governance and administration</i>		360	360	360	360	360	360	360	360	360	360	360	360	4.325	6.155	7.466
Executive and council														-	-	-
Finance and administration		360	360	360	360	360	360	360	360	360	360	360	360	4.325	6.155	7.466
Internal audit														-	-	-
<i>Community and public safety</i>		829	829	829	829	829	829	829	829	829	829	829	829	9.948	839	877
Community and social services		90	90	90	90	90	90	90	90	90	90	90	90	1.077	755	793
Sport and recreation		732	732	732	732	732	732	732	732	732	732	732	732	8.787	-	-
Public safety		7	7	7	7	7	7	7	7	7	7	7	7	84	84	84
Housing														-	-	-
Health														-	-	-
<i>Economic and environmental services</i>		3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	38.117	26.644	28.016
Planning and development														-	-	-
Road transport		3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	3.176	38.117	26.644	28.016
Environmental protection														-	-	-
<i>Trading services</i>		37	37	37	37	37	37	37	37	37	37	37	37	440	462	485
Energy sources														-	-	-
Water management														-	-	-
Waste water management														-	-	-
Waste management		37	37	37	37	37	37	37	37	37	37	37	37	440	462	485
Other														-	-	-
Total Capital Expenditure - Functional	2	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	52.831	34.099	36.844
Funded by:																
National Government		3.093	3.093	3.093	3.093	3.093	3.093	3.093	3.093	3.093	3.093	3.093	3.093	37.117	26.644	28.016
Provincial Government		732	732	732	732	732	732	732	732	732	732	732	732	8.787	-	-
District Municipality														-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial)														-	-	-
Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public														-	-	-
Transfers recognised - capital		3.825	3.825	3.825	3.825	3.825	3.825	3.825	3.825	3.825	3.825	3.825	3.825	45.904	26.644	28.016
Borrowing														-	-	-
Internally generated funds		577	577	577	577	577	577	577	577	577	577	577	577	6.926	7.455	8.828
Total Capital Funding		4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	4.403	52.831	34.099	36.844

Section 18 - Legislative compliance status

The Council of uMfolozi Municipality has complied with all the minimum requirements in terms of implementation of the Municipal Standard Charts of Accounts to ensure that the system is effectively implemented:

Section 19 – Other supporting documents

Description	Ref	Vote 1 - EXECUTIVE AND COUNCIL	Vote 2 - FINANCIAL SERVICES	Vote 3 - CORPORATE SERVICES	Vote 4 - COMMUNITY SERVICES	Vote 5 - TECHNICAL SERVICES	Vote 6 - [NAME OF VOTE 6]	Vote 7 - [NAME OF VOTE 7]	Vote 8 - [NAME OF VOTE 8]	Vote 9 - [NAME OF VOTE 9]	Vote 10 - [NAME OF VOTE 10]	Vote 11 - [NAME OF VOTE 11]	Vote 12 - [NAME OF VOTE 12]	Vote 13 - [NAME OF VOTE 13]	Vote 14 - [NAME OF VOTE 14]	Vote 15 - [NAME OF VOTE 15]	Total
R thousand	1																
Revenue By Source																	
Property rates			26 635														26 635
Service charges - electricity revenue																	-
Service charges - water revenue																	-
Service charges - sanitation revenue																	-
Service charges - refuse revenue			683		20												703
Rental of facilities and equipment			612														612
Interest earned - external investments			1 260														1 260
Interest earned - outstanding debtors			765														765
Dividends received																	-
Fines, penalties and forfeits			133														133
Licences and permits					281												281
Agency services																	-
Other revenue			276														276
Transfers and subsidies			143 627		2 868	16 192											162 717
Gains																	-
Total Revenue (excluding capital transfers and contributions)		-	173 961	-	3 199	16 192	-	-	-	-	-	-	-	-	-	-	193 371
Expenditure By Type																	
Employee related costs		10 256	10 794	8 157	27 828	10 531											67 565
Remuneration of councillors		11 438															11 438
Debt impairment			1 074														1 074
Depreciation & asset impairment			10 436	628		2											11 066
Finance charges			710														710
Bulk purchases																	-
Other materials		365	220	50	730	448											1 842
Contracted services		12 309	6 336	13 226	2 226	20 860											54 987
Transfers and subsidies		851			150												1 001
Other expenditure		10 779	7 652	9 546	7 738	1 047											36 761
Losses																	-
Total Expenditure		46 028	37 221	31 607	38 671	32 917	-	-	-	-	-	-	-	-	-	-	196 445
Surplus/(Deficit)		(46 028)	136 760	(31 607)	(35 472)	(16 726)	-	-	-	-	-	-	-	-	-	-	6 926
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)						45 904											45 904
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)																	-
Transfers and subsidies - capital (in-kind - all)																	-
Surplus/(Deficit) after capital transfers & contributions		(46 028)	136 760	(31 607)	(35 472)	29 179	-	-	-	-	-	-	-	-	-	-	52 831

KZN281 Mfolozi - Supporting Table SA17 Borrowing

Borrowing - Categorised by type	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Parent municipality										
Annuity and Bullet Loans										
Long-Term Loans (non-annuity)		6 284	5 866	5 342	5 255	4 058	4 058	3 394	2 656	1 837
Local registered stock										
Instalment Credit										
Financial Leases		5 280	3 194	1 565				460	-	-
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Municipality sub-total	1	11 564	9 060	6 907	5 255	4 058	4 058	3 855	2 656	1 837
Entities										
Annuity and Bullet Loans										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Entities sub-total	1	-	-	-	-	-	-	-	-	-
Total Borrowing	1	11 564	9 060	6 907	5 255	4 058	4 058	3 855	2 656	1 837

KZN281 Mfolozi - Supporting Table SA27 Budgeted monthly revenue and expenditure (functional classification)

Description	Ref	Budget Year 2020/21												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue - Functional																
Governance and administration		14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	173.298	183.789	194.213
Executive and council														-	-	-
Finance and administration		14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	14.442	173.298	183.789	194.213
Internal audit														-	-	-
Community and public safety		1.011	1.011	1.011	1.011	1.011	1.011	1.011	1.011	1.011	1.011	1.011	1.011	12.135	3.487	3.637
Community and social services		242	242	242	242	242	242	242	242	242	242	242	242	2.898	3.037	3.167
Sport and recreation		770	770	770	770	770	770	770	770	770	770	770	770	9.237	450	450
Public safety														-	-	-
Housing														-	-	-
Health														-	-	-
Economic and environmental services		3.279	3.279	3.279	3.279	3.279	3.279	3.279	3.279	3.279	3.279	3.279	3.279	39.352	28.332	28.783
Planning and development		163	163	163	163	163	163	163	163	163	163	163	163	1.954	1.402	1.475
Road transport		3.117	3.117	3.117	3.117	3.117	3.117	3.117	3.117	3.117	3.117	3.117	3.117	37.398	26.930	28.309
Environmental protection														-	-	-
Trading services		1.000	-	-	-	-	-	-	-	-	-	-	13.491	14.491	12.738	14.774
Energy sources		1.000											11.000	12.000	12.000	14.000
Water management														-	-	-
Waste water management														-	-	-
Waste management													2.491	2.491	738	774
Other														-	-	-
Total Revenue - Functional		19.732	19.732	19.732	19.732	19.732	19.732	19.732	19.732	19.732	19.732	19.732	32.223	239.275	228.346	242.407
Expenditure - Functional																
Governance and administration		9.777	9.777	9.777	9.777	9.777	9.777	9.777	9.777	9.777	9.777	9.777	9.777	117.328	124.181	131.476
Executive and council		3.007	3.007	3.007	3.007	3.007	3.007	3.007	3.007	3.007	3.007	3.007	3.007	36.081	37.807	39.659
Finance and administration		6.771	6.771	6.771	6.771	6.771	6.771	6.771	6.771	6.771	6.771	6.771	6.771	81.246	86.374	91.817
Internal audit														-	-	-
Community and public safety		2.758	2.758	2.758	2.758	2.758	2.758	2.758	2.758	2.758	2.758	2.758	2.758	33.091	36.013	36.932
Community and social services		1.096	1.096	1.096	1.096	1.096	1.096	1.096	1.096	1.096	1.096	1.096	1.096	13.154	14.163	14.936
Sport and recreation		29	29	29	29	29	29	29	29	29	29	29	29	342	342	413
Public safety		1.532	1.532	1.532	1.532	1.532	1.532	1.532	1.532	1.532	1.532	1.532	1.532	18.385	20.211	20.218
Housing		101	101	101	101	101	101	101	101	101	101	101	101	1.210	1.297	1.364
Health														-	-	-
Economic and environmental services		2.230	2.230	2.230	2.230	2.230	2.230	2.230	2.230	2.230	2.230	2.230	2.230	26.764	26.161	28.923
Planning and development		1.805	1.805	1.805	1.805	1.805	1.805	1.805	1.805	1.805	1.805	1.805	1.805	21.663	20.771	23.266
Road transport		420	420	420	420	420	420	420	420	420	420	420	420	5.036	5.324	5.591
Environmental protection		5	5	5	5	5	5	5	5	5	5	5	5	65	65	66
Trading services		769	769	769	769	769	769	769	769	769	769	769	769	9.232	7.872	8.192
Energy sources		108	108	108	108	108	108	108	108	108	108	108	108	1.300	1.365	1.433
Water management		4	4	4	4	4	4	4	4	4	4	4	4	47	38	32
Waste water management		79	79	79	79	79	79	79	79	79	79	79	79	950	998	1.047
Waste management		578	578	578	578	578	578	578	578	578	578	578	578	6.935	5.472	5.680
Other		3	3	3	3	3	3	3	3	3	3	3	3	30	20	40
Total Expenditure - Functional		15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	15.537	186.445	194.247	205.563
Surplus/(Deficit) before assoc.		4.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	16.686	52.831	34.099	36.844
Share of surplus/ (deficit) of associate														-	-	-
Surplus/(Deficit)	1	4.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	3.195	16.686	52.831	34.099	36.844

References

KZN281 Mfolozi - Supporting Table SA36 Detailed capital budget

R. Woodard	Function	Project Description	Project Number	Type	MTRF Service Outcome	UDF	Own Strategic Objectives	Asset Class	Asset Sub-Class	Ward Location	GPS Longitude	GPS Latitude	MEDIUM TERM Revenue & Expenditure Framework				
													Audited Outcome 2018/19	Current Year 2019/20 Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Parent municipality: List all capital projects grouped by Function																	
ROADS INFRASTRUCTURE													435	22.270	38.117	26.644	28.016
SPORT FACILITIES													-	7.583	8.787	-	-
ICT INFRASTRUCTURE													1.875	-	-	550	578
COMMUNITY ASSETS													59.405	1.273	350	-	-
HYDRAULIC ASSETS													2.045	150	500	535	551
COMPUTERS													2.039	845	790	534	600
FURNITURE AND FITTINGS													1.345	247	702	1.380	1.345
MACHINERY AND EQUIPMENT													92	100	124	546	510
TRANSPORT ASSETS													2.083	-	3.000	3.700	4.085
OTHER ASSETS													-	1.970	-	-	-
Parent Capital expenditure													68.319	31.322	52.521	34.091	36.844